

In the specification:

Please amend the paragraph at page 3, lines 1-4 as follows:

Another aspect of the invention is a method for reading a digital watermark in a watermarked signal. This method assigns [~~sets of~~] samples of the watermarked signal into classes, computes a statistical distribution of the samples in the [~~sets~~] classes, and uses the statistical distribution to decode a watermark from the watermarked signal.